

## INCOME TAX DRIVE ON AT FULL BLAST

Deputy Collectors Stationed Here To Help Taxpayers—Tevis Huguley Explains Law's Requirements

Deputy Internal Revenue Collectors Tevis Huguley and Creed Russell have been here for several days getting things lined up for the big Income Tax Drive of 1919, which is under way. Every preparation is being made to handle the largest collection in the history of the income tax. "We are not waiting for the final passage of new revenue bill by Congress," said Mr. Huguley, "nor for the new regulations and blank forms to be used. To get this big tax in and get it accurate and complete, I urge that we all begin now."

"The income tax obligations imposed by the old laws, as well as the measure now in Congress, consist of two distinct operations; one is, to file return or statement of all items of income and items of deductions allowable by law, aid to do this within the period named in the law. The other is to pay the tax, if any be due."

"Neither of these obligations can be met without a careful review of income and expenditures for the tax year. That is the big job right now, and that is why I say the income tax drive is already under way. Everywhere the pencil is busy. The old year is done; all its fruits are gleaned; and every person who fared well, or earned a good competence, must analyze his own case in cold figures."

"When the new bill is enacted into law, we will have the proper return forms distributed throughout the district and everybody will be informed of the date when the sworn returns must be filed. It is my plan to send my men out to central locations and to have them travel through the district, aiding taxpayers in the preparation of the returns and in deciding doubtful points. We will go right to the people with the income tax, and with the co-operation which the public can give the government men, the returns will be filed by everybody who comes under the law's provisions, the right taxes will be paid, and the district will have done its full patriotic duty toward the government's support."

"Meanwhile let me say again, there is no need of delaying the preparation of figures. Anything that Congress does will not affect the amount of a person's earnings in 1918. Let us avoid the belated throwing together of figures that may hit or miss. Guesses cannot be accepted as the basis of taxation. It is clearly the duty of every person to compile correct figures and ascertain whether his income for 1918 was sufficient to make necessary a sworn statement."

"The year 1918 was a banner year for salaries and wages, and the high war prices brought unusual profits to the average tradesman and to the farmer. The opinion in Washington is that a million citizens and residents will make this year their first income tax returns."

"All signs indicate that the income tax this year will reach nearly every working man and woman, and nearly every merchant, shopkeeper, farmer. Not all will have to pay the tax but nearly all will be obliged to make a sworn statement of the year's income."

"We are therefore advising unmarried persons who earned \$1,000 or over during the year 1918, and every married person, who together with wife or husband, earned \$2,000, to sharpen his pencil and figure out how he stands."

"He must ascertain accurately his gross income from all sources. There's his salary or wages including overtime pay and any bonus received as additional compensation. A married person having children under 18 who are working should include the earnings of such children."

"If he sold any property at a profit, the gain must be computed and included in gross income. If he rented any property to other persons, and from that figure a deduction may be made for taxes paid on rented property, the necessary minor repairs, fire insurance, any interest he may have paid on mortgage, and a reasonable allowance for annual wear and tear of the rented property, the balance is included in gross income for the year."

"Interest on bank deposits, whether withdrawn or added to his bank balances, must be included in all calculations of income. Bond interest received during the year must also be included, except interest on municipal, county or state bonds. Interest on United States bonds need not be included by the ordinary bond holder who purchased small amounts. Holders of large amounts of Liberty Bonds, however, should ask their bankers to

write to the office for the rule applying on such interest.

"Dividends on stock shares are income, and must be included in the gross figures, although the law does not impose the normal tax on distributions made by domestic corporations."

"A person buying and selling merchandise must find his profits for the year on the following basis: First ascertain the gross sales or total cash receipts; then add together the inventory at the beginning of the year, and the purchases of goods for resale. From this latter sum subtract the inventory of goods on hand at the year's end, and the result is the cost of the goods sold. This cost, plus necessary expenses incurred solely through conduct of the business, is to be deducted from the gross sales, and the result is the net earnings of the business."

"A professional man arrives at his income by ascertaining the total of fees for services and deducting therefrom all expenses connected directly and solely with his practice."

"A farmer must figure up all income derived from the sale or exchange of products during the year, whether such products were raised on the farm or purchased and resold. He is allowed to deduct from this total his expenses of the year connected with the planting, cultivation, harvesting and marketing of the crop, or the care, feeding and marketing of live stock."

"The farmer is not required to include in his income tax computation the value of farm produce consumed by himself and family. But in cases where he exchanges produce for merchandise, groceries, etc., the market value of the articles received in exchange must be included."

"All other items of income arising during the year through personal service, business or trade, through use of property or money, should be added into the gains for 1918."

"Everybody wants to know what income is exempt from tax. Very few items that fall to the average man may be legally disregarded in figuring up his 1918 income. Gifts and bequests can be eliminated; also proceeds of life insurance received by the beneficiary of an insured person. A person who cashed in an endowment policy need report as income only that portion which exceeds the total of the premium he paid in all years on that policy. Annuities are not taxable, unless the person received in the year payments which represent, when added to all prior payments on the annuity, an amount greater than the original annuity. Dividends on unexpired life insurance policies are not taxable income; but dividends on paid-up policies must be considered income. All money is not in come to the recipient, nor is it an allowable deduction on the part of the person who pays."

"From the total of all items of income, there are certain deductions allowable by law. All interest paid on personal indebtedness and all taxes paid during the year are deductible, except Federal Income and Excess Profits taxes, inheritance taxes and assessments for local improvements, such as sidewalks, sewers, etc. Losses incurred in business or trade are allowable, also losses arising from fires, storms, shipwrecks, or other casualty, or from theft, in cases where such losses are not compensated for by insurance or otherwise. Losses incurred outside of a person's regular business are allowable to the extent of gains reported from similar transactions within the year. Debts due to the taxpayer actually ascertained to be worthless during the year are deductible."

"Depreciation of property used in a profession, or in a business or in farming, is another item that may be claimed as a deduction. The storekeeper may claim depreciation on his fixtures, and on his delivery wagons and horses, but not on his stock held for sale. The professional man may claim similar deduction on his instruments; and, in the case of a physician who maintains a team or an auto for making his calls on patients reasonable depreciation may be claimed. The farmer may claim depreciation on his farm buildings, aside from his personal residence, also on his farm machinery, his work horses and farm wagons. The theory of depreciation in connection with the income tax, is that wear and tear caused by use in earning income is a real expense in the earning of that income. The rate is determined by the number of years that the property ordinarily would be useful, and the cost of the property is the basis of the computation. If the property suffering depreciation was bought or acquired prior to March 1, 1913, the value as of that date is used, instead of the cost, in figuring depreciation."

"Contributions and gifts actually

## Prohibits To Extend Work To Other Countries

(By Associated Press)  
Westerville, O., Feb. 15.—The national headquarters of the anti-saloon league announced today that the league would send a delegation to the Paris peace conference and ask that the United States "be protected by such trade agreements as will not embarrass it when it puts prohibition into effect." It also announced that the anti-saloon work would be extended to the larger countries of the world.

Upon the resignation of President T. J. Coates, as chairman for Madison county, of the Council of National Defense, Hon. John A. Noland, of this city, has been recommended, and will be appointed as his successor, it is understood. This body is doing a big work in the problems that are arising during reconstruction times. President Coates was compelled to relinquish his duties in this connection on account of increasing pressure of his work at Eastern Normal.

## Weather For Next Week

(By Associated Press)  
Washington, Feb. 15.—Weather forecast for the Ohio Valley and Tennessee—Rain or snow Tuesday or Wednesday; generally fair thereafter; nearly normal temperature.

## Will Resist Allies

(By Associated Press)  
Basel, Switzerland, Feb. 15.—German Foreign Secretary Brockdorff Rantzau, discussing Germany's new foreign policy in the new National Assembly at Weimar, declared that they would resist the allied attempts to make Germany demobilize all her old military forces and substitute republican troops.

## What The War Cost

(By Associated Press)  
Washington, Feb. 15.—Excluding the expenditures of Belgium, Portugal, Rumania, Austria-Hungary, and Bulgaria, the total cost of the European war, is officially estimated at a billion and seventy-nine billion dollars in a table made public today, based on official data. The total expenditures of the allies and the United States is fixed at a hundred and nineteen billion, five hundred and eighty-one million dollars, exclusive of loans among themselves amounting to eighteen billion dollars. The total expenditures of Germany and Turkey are fifty-nine billion, five hundred million dollars.

## To Readjust World's Finances

(By Associated Press)  
Paris, Feb. 15.—With the League of Nations out of the way for some time, the biggest problem before the peace conference is believed to be the readjustment of the world's financial and economical relations. Three organizations are dealing with the subject. It is composed of some of the ablest financial and business minds of America and Europe, and is handling the disposition of shipping, abatement of blockade, distribution of raw material and finally financial questions which require instant attention.

## APPROVES ESTABLISHMENT OF ADJUSTMENT BOARD

Washington, Feb. 15.—President Wilson today cabled Secretary Redfield approving the proposal of the establishment of a government price adjustment board to stabilize conditions during the post-war period.

made in 1918 to organizations operating exclusively for religious, charitable, scientific or educational purposes, and to societies for the prevention of cruelty to children or animals, may be deducted, to an amount not exceeding 15 per cent of the net income computed without the benefit of this deduction.

After the total of all income is found, and the deductions allowable by law have been computed as an offset, the amount of income in excess of such deductions is the net income, which forms the basis of the assessment of the tax.

"If every person in this district will examine his own 1918 income and his allowable deductions, in line with the data that I have given, he will know beyond doubt whether he must file his return when the blanks arrive. And here is how he will determine his liability to file a return. If he is single he must file if his net income was \$1,000 or more and this requirement is enforced whether or not he is the head of a family. If he is married, he must file his return if his net income, including that of his wife and minor children, was \$2,000 or more."

"I want to emphasize the co-operation feature of the collection of the income tax this year. The policy of the Internal Revenue Bureau is to aid taxpayers to meet the requirements of the law. We are going right to the people, not to swing clubs or to militate the wage earner of his savings, but offering every helpful governmental function that will assist people to do their duty."

## NOLAND CHAIRMAN OF DEFENSE COUNCIL

Succeeds Coates In Madison Body Making Effort To Obtain History Made By Our Boys In War

Upon the resignation of President T. J. Coates, as chairman for Madison county, of the Council of National Defense, Hon. John A. Noland, of this city, has been recommended, and will be appointed as his successor, it is understood. This body is doing a big work in the problems that are arising during reconstruction times. President Coates was compelled to relinquish his duties in this connection on account of increasing pressure of his work at Eastern Normal.

The Kentucky Council of Defense wishes to keep before the public the historical work which is now being done under its supervision in every county in the state, and to ask the assistance of every person who has a relative in the service.

County Historians have been appointed in practically every county in the state. The first work which they are undertaking is to get a record of every person in the service from their county, and to write his record on a war record sheet. These sheets will contain the name and address of the soldier, the name and address of his parents, his age, the camp where he received first training, military address, promotions, casualties, etc.

It is said that the record of each man in the Civil War was not obtained until a few years ago. But, if the relatives of soldiers will lend their aid now, while information can easily be obtained, the record of each man in the service from Kentucky can be made within a few months.

These records, when completed, will be bound in permanent form and made a part of the records of the county.

It recently came to the attention of the Kentucky Council of Defense that a Kentucky boy had given his life in the performance of a most heroic act, for which he has been awarded the Distinguished Service Cross after his death, and that there was no permanent record of this award in his county, and that his parents had destroyed all letters they had received from the government, not understanding the nature and value of the letters.

Fortunately, the State Council has a record of this award of the Distinguished Service Cross and the citation which read as follows:

"Private \_\_\_\_\_ displayed great coolness and courage under a heavy barrage when he unhesitatingly went forward to destroy wire entanglements, and continued this extremely hazardous work until killed."

This information has been furnished to the historian of this boy's home county, and his name and record, together with this citation for bravery, will be made a part of the permanent records of the county.

The County Historian of this county wants the name, address, and military record of every person in the service from the county with a statement of casualties, promotions, newspaper articles, etc.

If you want the record of your soldier boy to be placed in the records of your county go at once to the historian of your county, get a war record sheet, fill it out and return it to the historian. This appeal is directed particularly to the mothers and sisters of soldiers.

Do not stop here. Give a part of your time to the county historian and assist her or him in getting information as to the soldiers in your part of the county.

Soldiers now returning from the army are urgently requested to call on the county historian, fill out a blank for themselves, and urge upon returning soldiers to fill blanks and thus aid the county historian.

Let us now get the military record of every man in the service.

The historian from Madison county is Mrs. J. R. Pates, Richmond, Ky.

## BIG TIME IN STORE

Good news for everybody—Rink opens Monday night, at 7 o'clock, February 17th. Mr. E. M. Hutchinson, better known as "Monk," will have charge of floor.

254 Mansfield, Angus and Shorthorn Steers for Sale. Weight 500 to 1,000 lbs. Choice quality. If interested write your name. HARRY L. BALL, Fairfield, Iowa.

TRY a sack of Arrow Dairy Feed. It will make a dry cow give milk. D. B. McKinney & Company. 61 tf

## Methodist Church Crowded For the Jett Lecture

The people of Richmond turned out in large numbers to hear the much talked-of Curtis Jett, give a lecture on "Saved by Grace," which was delivered at the Methodist church Friday evening. His hearers were delighted with the words which flowed forth from a man who has seen the worst side of life, and is now one saved by grace.

He told a story of his saving a boy from drowning when he was a young man, and was in bathing with his fellows, which was very impressive. He also spoke of his conversion and his work among the prisoners at Frankfort, stating that he helped hundreds of them to find the Saviour. He said that he looked with shame upon his past but it was through ignorance that he had done as he had. He has been converted for eleven years and will enter the ministry as an evangelist and spend the remainder of his life in helping others to see the light.

He was very outspoken against the pool room and bootleggers of Richmond and was very intolerant against all evil doers.

He has published a book of 80 pages of his life entitled "From Prison to Pulpit." His lecture throughout showed that his conversion was genuine and that his whole thought now is to do good in atonement for his past.

These lectures are being given in order to raise funds to pay off a church debt, and with the crowds like the one last evening, they will soon attain the goal.

## French Press Not Satisfied

(By Associated Press)  
Paris, Feb. 15.—The constitution of the Society of Nations arouses little enthusiasm in the French press. The Figaro Journal, Echo de Paris, and Humanite all find flaws in it. The Humanite especially says it "cannot conceal the impression of dissolution, because we are far from President Wilson's first proposals."

ROOKWOOD—First, last and all the time. That's the way to settle the coffee question. Rookwood coffee rings the bell every time. D. B. McKinney and Company. 54 6

**RICHMOND DAILY REGISTER**  
**CLASSIFIED COLUMNS**  
"The Market Place of Madison, Garrard and Estill Counties."  
**Where Buyer and Seller Meet**

## HELP WANTED

WANTED—Girls to work in laundry; with experience preferred; apply at once. Madison Laundry. 57 tf

## FOR SALE—LIVE STOCK

BIG Type Poland China hogs of the best breed; the kind you need to start your herd. For sale at all times. Write or call J. Taylor White, phone 743—W R. D. 1, Richmond, Ky. 48

FOR SALE—30 high grade Percheron mares; nice matched teams, at our barns West 4th street, Lexington. Phone 47; night phone 5631 or 2845 Y. J. F. Cook, Lexington. 62 12

FOR SALE—I have some Louisville and Atlanta State Fair champion K-Red Berkshire Swine for sale. W. B. Turley, Richmond, Ky. tf

## FOR SALE—Miscellaneous

YOUR car need repairs? Then bring it to this shop where it will receive the personal attention of experienced mechanics. You must be pleased. Baxter and Whitlock Garage, West Bros., old stand, Third and Water streets. 56 1yr

TODAY—Good Health; tomorrow—Flu—doctor; undertaker; cemetery—New York Life—\$1,000. L. P. Evans, agent, Phone 261. Think—Act. 58 tf

WITH our Radiator Covers, your engine will run just like it did in the "Good Old Summer Time." Central Service Station.

THE Bowman Lumber Company has sold their entire stock to the Savage-Smith, Lumber and Coal Company, and are going into larger contracting business, so see us if you are thinking of building. Also we wish to state all debts owing the Bowman Lumber Company must arrange to settle at once. We give possession February 28, 1919. Bowman Lumber Company. 67 tf

COTTON Seed Meal. Chas. H. Jett, 4, phone 323—W. 68 2

## 6,136,425 Pounds Sold Over Local Breaks

The Richmond tobacco market has sold including Friday sales 6,136,425 pounds according to weekly report submitted by Secretary J. P. Smith of the Board of Trade. The sales during the past week were light but the average per pound was some and baskets sold up as high as \$1.21 per pound. The market closed strong Friday with prices higher on some grades than the closing sales last week. With the splendid season of the past few days the remainder of the crop that was still hanging in the barns will no doubt be taken down and will be stripped and sold within the next two weeks. There are a number of large crops to be sold yet which means a lot more money yet to be paid out by the local warehousemen. No rejections were noted during the past week which is in itself a proof of the way it is selling.

## Father and Son Day

Sunday, February 16, will be observed throughout the nation as Father and Son Day. Special services will be held in the local churches in the morning. The pastors will discuss themes appropriate to the occasion. The movement is a concerted effort on the part of the church to bring the fathers and sons of America into closer fellowship with one another, and into touch with the great religious forward movements of the time. It should therefore be resultful of great good. Unusual attendance by Richmond boys and men will contribute largely to the success of the undertaking.

## LOSE LITTLE GIRL

Mr. and Mrs. Charlie Deering who reside on Estill avenue, have the sympathy of their friends in the loss of their little girl, Josie May, which occurred on the 11th after a brief illness of pneumonia. She is survived by two sisters and two brothers, who are heart broken over the sudden death. Interment took place in the cemetery at Athens, Fayette county, Thursday afternoon.

DON'T forget Baxter and Whitlock Garage. Prices reasonable. 65 tf

**RICHMOND DAILY REGISTER**  
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"The Market Place of Madison, Garrard and Estill Counties."  
**Where Buyer and Seller Meet**

## FOR SALE—I have for sale a complete water system consisting of 800 gallon extra heavy storage tank with a 3 1/2 horse power Hercules kerosene engine with Webster built in Magneto with No. 10 high pressure Burton pneumatic pump; Will sell at a bargain for cash; Phone 498, B. F. Hurst. 56 tf

FOR SALE—I have for sale four pair of extra nice coming two and three years old mare mules. Chas. H. Jett, phone 632—W. 62 6

FOR SALE—Pipe and fittings for water, steam and gas. Machine and engine repairs. Telephone 498 for prices. B. F. Hurst, Elks' Building, Richmond, Ky. 1 tf

ORDER your motorcycle now—Indian, Harley-Davidson, Excelsior, Reading, Standard, new and second hand. Bicycles Repairs. Chas. Burnam 703 Main street.

WITH our Radiator Covers, your engine will run just like it did in the "Good Old Summer Time." Central Service Station.

LOST—Monday somewhere between the Methodist parsonage and Dixie Garage, a double barrel tire pump; finder please ring 214. Dr. H. T. Chandler. 63 2p

LOST—Diamond ear with petals of flowers; reward for return to Mrs. C. S. Powell. 68 2p

LEGAL NOTICES  
All persons having claims against the estate of Gentry Jones, will present same to the undersigned, properly verified as required by law, on or before the 20th of March, 1919, or same will be disallowed. All persons owing Gentry Jones in any amount will greatly oblige the undersigned by settling such to her for the amount. —Zarinda M. Jones, Admin. 69 2

DR. Henry H. Bowman, Physician of the Eye, Ear, Nose and Throat, 4, phone 323—W. 68 2